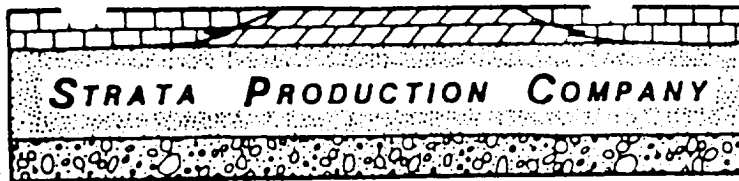


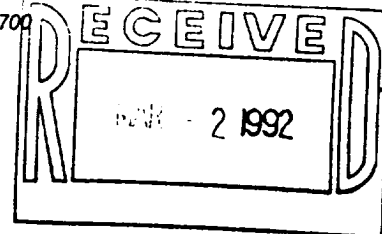
POST OFFICE DRAWER 1030  
ROSWELL, NM 88202-1030



TELEPHONE (505) 622-1127  
FACSIMILE (505) 623-3533

200 WEST FIRST STREET, ROSWELL PETROLEUM BUILDING, SUITE 700  
ROSWELL, NEW MEXICO 88201

February 11, 1992



Mr. Morris Worley  
Western Ag Minerals  
Post Office Box 511  
Carlsbad, New Mexico 88220

Re: Application to Drill in Potash Area  
Hash Draw Unit Well #10  
Section 13, T23S, R29E, N40W  
Eddy County, New Mexico

Dear Mr. Worley:

In accordance with the State of New Mexico's Oil Conservation Division Rule R-111-PC (3) (3), we enclose the following for your review and further action:

- 1) Copy of Form 3160-3 Application for Permit to Drill, (has not been filed with BLM at this time)
- 2) Surface Location Plat of area

State of New Mexico Public Land records reflect Western Ag Minerals Corporation as the potash lessee covering the captioned lands. Strata Production Company, a New Mexico corporation, wishes to advise you of its intention to drill a well to 7000' at a location 1750' FNL and 1850' FEL of Section 13. If you are in agreement that drilling at this location will not interfere with your potash operations, please sign and return a copy of this letter in the enclosed envelope within 20 days of receipt of same.

Should you have any questions or require additional information from this office, please advise.

Very truly yours,

*Regina Finley*

Regina Finley

Production Records/Land Manager

AGREED TO AND ACCEPTED THIS 27 DAY OF FEBRUARY, 1992.

BY: *Bob Jensen*

TITLE: *Mine Manager*

DATE: 2/27/92

NRF/ms

Enclosures

cc: Oil Conservation Division, Hobbs, NM  
Bureau of Land Management, Carlsbad, NM

**PLEASE EXECUTE AND  
RETURN THIS COPY**